

## THE BUDGET PROCESS AS A FORM OF CONTROL OF THE BUDGET SYSTEM

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### ABSTRACT

*The budget system - a collection of the state budget, the administrative-territorial entities, independent of the budget for public institutions and foundations based on economic relations, the political system and legal standards.*

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### INTRODUCTION

In this paper is considered the budget process as a form of control of the budget

system. The budget system is a major element of the financial system of the state. Fiscal policy of the state is carried out mainly in the course of the work carried out by the authorities to raise funds in the budget, and their use, ie during the budget process. The budget process - a set of actions of the executive and representative bodies in the development and implementation of fiscal policy and fiscal management system.

### About the Budget Process

Fiscal policy is implemented in the activities of the financial and tax authorities organ monetary (Bank of Russia), control and audit bodies. In the Russian Federation, the time of the budget execution - the budget period - set from January 1 to December 31 and coincides with the calendar year. The duration of the budgetary process much more budget period, as the budget process include the time needed for budget planning, budget control and follow other actions. The budget process is carried bodies with in accordance with the legislation of the budgetary authority, ie the rights and obligations of participants in the budget process. This bodies of representative and executive bodies, financial and tax authorities, the monetary authorities and the state financial control, the main managers of budgetary funds, state special budget funds.

### The budget Process Includes

- Summary of financial planning and forecasting;
- budgeting;
- review and approval of the draft budget;
- implementation of the budget for the fiscal year;
- analysis and monitoring of budget execution. Circuit GDP is made in material form and value. During the turn of GDP in value terms have financial relations concerning the creation, distribution, redistribution and

use of financial resources. Manage the creation, distribution, redistribution and use of financial resources by using financial planning. The system of financial plans include:

- long-term financial plans;
- The consolidated financial balance sheets, compiled at the national and regional levels of governance. Term financial plan, developed on the basis of indicators forecast economic and social development of the state, contains information about the possibilities of budget revenue mobilization and financing of budget expenditures. This plan is for three years, with aggregate budget and is adjusted annually on the performance specified forecast of socio-economic development of the state. Consolidated financial balance - a balance of financial resources created and used in the state or territory. Consolidated financial balance includes means all budgets, off-budget trust funds and enterprises located in the territory. It is developed by the Ministry of Economic Development and Trade of the Russian Federation with the participation of the Ministry of Finance on the basis of macroeconomic indicators.

The consolidated financial planning is closely related to budget forecasting, by which is meant a set of probabilistic estimates of the possible ways of its revenue and expenditure sides. The purpose of budgetary forecasting - based on current trends, the specific socio-economic conditions and projections to develop and validate the optimal path of development budget and on this basis to make proposals to strengthen it. Timely consideration of the results of this prediction is an important condition for the adoption of the most effective measures in the financial policy of the state, of the region.

The next stage of budget planning - the process of drawing up the draft budget. Its main task - determining the amount of money, centralized in the budget for the purpose of financial support of the functions assigned to the state authorities and local governments, and activities provided a forecast of economic and social development of the countries and territories. Preparation of the draft budget - the prerogative of the Government of the Russian Federation, executive bodies of subjects of the Russian Federation and municipalities. On behalf of the draft budget prepared by the Ministry of Finance of the Russian Federation and the territorial financial authorities. Review and approval of the draft budget. Received from financial bodies corresponding draft budget, the executive authorities review and, if necessary, make corrections and additions.

The Russian government has until 15 August of the year preceding the planned, considering the forecast of socio-economic development of Russia, the draft federal budget and state trust funds projects consolidated financial balance and materials characterize the fiscal policy for the planning year. Review and approval of the draft budget takes place in stages (total of four). Implementation of the budget - is the act of mobilization and use of budgetary funds. In the process of implementation of the budget involves the executive authorities, the financial and tax authorities, credit institutions, legal and physical persons - payers of taxes, budget holders. Execution of the budget is based on the following principles: unity fund, providing transfer of all incoming revenues to a single account and the budget implementation of all the expenses from one budget account; ensuring budgetary expenditures and payments within the actual availability of funds in a single budget account. An important stage in the budget process - control over implementation of the budget implemented by representative bodies, the Accounts Chamber of the Russian Federation and the Control and Audit Chamber in the field of financial and tax authorities.

The Russian Federation has control over the implementation of the budget in the form of parliamentary and administrative control. Parliamentary control by the appropriate representative bodies. Administrative control is carried out by the Ministry of Finance, the Treasury of the Russian Federation, the financial authorities of the RF subjects and local authorities, the main managers of budgetary funds, chief accountants of budgetary institutions. The Accounts Chamber of the Russian Federation on a quarterly basis is to the Federation Council and the State Duma reports on the execution of the federal budget and gives an opinion on the annual report of the government of the Russian Federation on the budget. During the fiscal year at the end of its annual cycle of central and territorial financial authorities are constantly carrying out analytical work on the results of the budget formulation and execution.

In the modern practice of financial authorities are mainly applied analyzes of budget performance indicators and issues related to the analysis of the state budget, their stability is not yet sufficiently developed. At the same time, the conditions of the economic crisis in the country and in the regions, enhancing the role of territorial authorities and regional budgets in the economic and social problems of the problem of stability of territorial budgets, and consequently the analysis of these issues are very relevant. The budget system - a collection of the state budget, the administrative-territorial entities, independent of the budget for public institutions and foundations based on economic relations, the political system and legal standards. The budget system is a major element of the financial system of the state. Fiscal policy of the state is carried out mainly in the course of the work carried out by the authorities to raise funds in the budget, and their use, during the budget process. The budget process - a set of actions of the executive and representative bodies in the development and implementation of fiscal policy and fiscal management system. Fiscal policy is implemented in the activities of the financial and tax authorities organ monetary (Bank of Russia), control and audit bodies. In the Russian Federation, the time of the budget execution - the budget period - set from January 1 to December 31 and coincides with the calendar year. The duration of the budgetary process much more budget period, as the budget process include the time needed for budget planning, budget control and follow other actions. The budget process is carried out by the bodies with in accordance with the legislation of the budgetary authority, ie the rights and obligations of participants in the budget process. These bodies of representative and executive bodies, financial and tax authorities, the monetary authorities and the state financial control, the main managers of budgetary funds, state special budget funds.

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## **CONCLUSIONS**

In this paper was considered the budget process as a form of control of the budget system, the budget system as a major element of the financial system of the state., fiscal policy of the state, the budget process as set of actions of the executive and representative bodies in the development and implementation of fiscal policy and fiscal management system.

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